

The
Grow's Nest
Pass Coal
Company
Limited



Thirtieth
Annual Report
1926



The Crow's Nest Pass Coal Company Limited

Capital Stock (Authorized)	\$10,000,000.00
Capital Stock (Subscribed)	6,212,666.66
Capital Stock (Paid Up)	6,212,666.66

Company's Head Office
Fernie, B.C.

Stock Transfer Office
Toronto General Trusts Corporation
253 Bay Street, Toronto.

Registrar
National Trust Company, Limited, Toronto.

BOARD OF DIRECTORS FOR 1927.

PRESIDENT

W. R. Wilson
Fernie, B.C.

FIRST VICE PRESIDENT

A. H. MacNeill, K.C.
Vancouver, B.C.

SECOND VICE PRESIDENT

W. H. Robinson

Vice-President Granby Consolidated M.S. & P. Co.
Granby, P.Q.

DIRECTORS

Dr. G. W. Howland
Toronto

James T. Maher
Right-of-Way, Land and Tax Commissioner,
Great Northern Railway Company, St. Paul, Minn.

James F. Edgar
Barrister, Toronto.

L. C. Gilman
Barrister, Seattle.

Hon. Andrew Haydon
Senator,
Messrs. McGiverin, Haydon & Ebbs,
Barristers, Ottawa, Ontario.

Col. J. T. Crabb
President Granby Consolidated M. S. & P. Co.
New York, N.Y.

OFFICERS

General Manager	H. P. Wilson
Treasurer.....	A. A. Klauer
Comptroller.....	Geo. H. Hess, Jr.
Secretary.....	J. S. Irvine
Auditors.....	Messrs. Welch, Campbell & Lawless, Chartered Accountants.

PROCEEDINGS

OF THE

Thirtieth Annual Meeting of the Shareholders

On the 10th day of June, 1927, the Annual General Meeting of the Shareholders of the Company was held, pursuant to Notice, at the Head Office of the Company, Fernie, B.C., at 2.30 p.m.

The following Shareholders were present, representing 71.9% of the Stock :—

In Person and By Proxy—

W. R. Wilson.	Ellis, Mrs. Myrtle M.
L. C. Gilman.	Folingsby, Elizabeth.
A. H. MacNeill.	Granby Cons. M.S. & P. Co.,
Dr. G. W. Howland	(J. T. Crabb).
J. F. Edgar.	Godwin, Alice Jeanette
J. T. Maher.	Grass, Robert E.
H. P. Wilson.	Gemmill, Emily H.
Anderson, George A.	Gouinlock, Lillie E.
Adam, John and Son.	Gouinlock, James.
Adam, James E.	Gunn, D. R.
Adam, John.	Gardner, Lady A. I.
Barney, Charles D.	Godman, Richard Temple.
Beaton, Alexander H.	Harriss, Charles A. E.
Ball, Jessie M.	Hanson Bros.
Caufield, Bernard.	Hill, C. Plummer.
Capreol, A. R.	Hatton, Clara Isobel.
Carter, Madeline I.	Hanson, William.
Clinch, Eliza Anne.	Higgins, Charles Napier.
Collard, Harriet.	Hemans, Josiah.
Dancy, Mabel.	Hill, James N.
Edgar, James Frederick.	Haydon Andrew.
Edgar, Ruby T.	Innes, Robert L.
Eaton, Annie E.	Jones, Beverley.
Earle, Ellis P.	Johnson & Ward.
Edgar, Helen M.	Jackson, Mrs. Clara.
Evans, Katherine Beatrice.	Kemp, J. A. C. & E. P. Gower.
Elwell, Catherine O.	Kirvan, Albert W.

Kelley, Elizabeth C.	Pentland, Edith R.
Kelley, Lillie M.	Ryerson, E. Stanley.
Keliher, Edith.	Robinson, W. H.
Lawson, Frank G.	Swan, James H.
Laurie, Margaret.	Sheldon, William D.
Laughery, Ellen.	Swan, Henry.
Morrice, W. J.	Simpson, Robert R.
Maulson, Frank E.	Steedman, J. P.
Masten Cornelius Arthur.	Scanlon, Albert E.
Martin, Frederick Richard.	Suckling, Clarice I.
Mansell, William.	Slade, George T. Exr. Estate
MacDonald, Mrs. Mary A.	Charlotte H. Slade.
McGiverin, H. B.	Seaman, Violet A.
McKeough, W. E.	Seiggen, Alex.
Moss Lawson & Co.	Stearns, Clara E.
McFarren, Wm.	Terhune, Nicholas.
McLaren, William F.	Vanstone, B. S.
Nichols, E. T.	Wynes, H. G.
Nettleton, F.H.	Williams, Chester J.
Osler & Hammond.	Williams, Ida L.
O'Brien, Jessie.	Whitehead, Thomas Henry.
Osler, A. E. & Co.	Wilson, John.
Pellatt, Henry M.	Wilson Coal & Coke, Ltd.
Parrott, W.	Whittaker, Jessie.

On motion, Mr. Wilson was requested to take the Chair, and Mr. Irvine to act as Secretary.

The Secretary read the Notice calling the meeting for the 10th day of June, 1927, at 2.30 p.m.

On motion of Mr. Edgar, seconded by Mr. Maher, the Minutes of the last Annual Meeting, held on the 9th day of July, 1926, were taken as read.

On motion of Mr. Gilman, seconded by Mr. Edgar, the Thirtieth Annual Report of the Directors, and the accompanying Financial Statement were taken as read.

DIRECTORS' REPORT FOR THE YEAR 1926.

To the Shareholders :

Your Directors for the year 1926 respectfully submit their thirtieth annual report showing statement of the Company's Assets and Liabilities on the 31st day of December, 1926, accompanied by figures which show the Profit and Loss Account, for the year ending on that date.

The Balance at the Credit of the Profit and Loss Account brought forward from 1925, was \$223,404.37. To this had been added the sum of \$4,999.77, being the Amount set aside in 1925 in excess of the actual amount required for Dominion Income Tax for 1925, (due to changes in the Taxation Act after your books had been closed); making a total brought forward of \$228,404.14. To this has been added the sum of \$266,421.53, being the Company's Net Profit from all sources of the operations for the year 1926 (after making provision for the Dominion Income Tax for the year 1926, amounting to \$19,094.79) making a total of \$494,825.67. From this amount, your Directors have paid four dividends of one and one half per cent. each, making a total of six per cent. for the year, and amounting in all to \$372,690.00, leaving a balance at Credit of Profit and Loss Account to be carried forward to 1927, of \$122,135.67.

The Operative Profit of the Subsidiary Company, The Crow's Nest Pass Electric Light and Power Company, Limited, for the year was \$11,383.84, all of which was transferred to Depreciation Reserve.

The Operative Profits of the other subsidiary Company, The Morrissey, Fernie, and Michel Railway Company, for the year were \$27,512.13, all of which was transferred to Depreciation Reserve.

During the year, the Coal Company spent by way of Capital Expenditures, for improvements, and development, \$94,710.58; The Crow's Nest Pass Light and Power Company, \$16,448.35; and the Morrissey, Fernie, and Michel Railway Company, \$25,399.22.

The Coal mined during the year amounted to 817,431 tons 310 pounds, as against 879,951 tons 1415 pounds in 1925, and the Coke produced was 104,660 tons 410 pounds as against 84,207 tons 1700 pounds in 1925.

All of which we respectfully submit.

W. R. WILSON,
Fernie, B.C., June 10th, 1927.

President..

BALANCE SHEET, DECEMBER 31st, 1926.

Assets.

Cash on hand and in Banks	\$ 354,954.18
Accounts Receivable	415,443.10
Inventories—Coal, Coke, Stores, etc.	257,666.08
	<u>\$1,028,063.36</u>
Securities and Shares Owned	1,764,079.66
Unexpired Insurance	963.32
Mines, Real Estate, Plant and Equipment	7,557,752.00
Less: Reserve for De- preciation	3,719,918.06
	<u>3,837,833.94</u>
	<u>\$6,630,940.28</u>

Liabilities

Accounts Payable	122,052.30
Provision for 1926 Do- minion Income Tax	19,094.79
Contingent Liability Re- serve	154,990.86
	<u>296,137.95</u>
	<u>\$6,334,802.33</u>
Capital Stock paid up	6,212,666.66
Profit & Loss Credit Balance	122,135.67
	<u>\$6,334,802.33</u>

Fernie, B.C., June 10th, 1927.

A. A. Klauer, Treasurer.

PROFIT AND LOSS ACCOUNT

Year Ended December 31st, 1926.

Balance at CREDIT, Jan. 1st, 1926	\$ 223,404.37
Profit: Coal & Coke Operations	206,080.74
Lands, Timber Operations and Other Sources	<u>79,435.58</u>
	285,516.32
Excess Provision made for 1925 Dominion Income Taxes	<u>4,999.77</u>
	\$ 513,920.46
Less: Provision for 1926 Dominion Income Taxes	<u>19,094.79</u>
	\$ 494,825.67
Dividend No. 67 paid March 1st	93,172.50
Dividend No. 68 paid June 1st	93,172.50
Dividend No. 69 paid Sept. 1st	93,172.50
Dividend No. 70 paid Dec. 1st	<u>93,172.50</u>
	372,690.00
Balance at CREDIT, December 31st, 1926	<u>\$ 122,135.67</u>

Fernie, B.C., June 10th, 1927.

A. A. Klauer, Treasurer.

AUDITORS' REPORT AND CERTIFICATE

Toronto, Cat., March 25, 1927.

**To the Shareholders of
The Crow's Nest Pass Coal Company, Limited,
Fernie, B.C.**

We Certify that we have audited the books and accounts of your Company for the year ended December 31st., 1926, and that the appended Balance Sheet is, in our opinion, so drawn as to exhibit a true and correct view of the Company's position as at that date, and as shown by the books.

We further certify that all our requirements as Auditors have been fully complied with.

Respectfully submitted,

**Welch, Campbell & Lawless,
Chartered Accountants.**

THE PRESIDENT'S ADDRESS

I beg to move the adoption of the report, which is not very satisfactory in some respects, caused by the shrinkage of markets, through the Great Northern Railroad resorting to the use of Oil Fuel, and the Calgary District Consumers turning to the use of natural gas instead of coal.

The agreement made in 1924 continues until April 1st, 1928, under which the employees of the Company have continued to work during 1926, in good faith, hence by this mutual consideration for the terms of the agreement, both by the employees and the Company, the year of 1926 passed on without notable troubles of any kind interrupting operations, for which, I, at this time desire to express my appreciation to the employees of the Company.

Coal Creek Mines during the year worked only 204 days.
Michel Mines worked235 days.

Total production of coal resulting from the
above working time, single shift operations 817,431 tons.

Total Coke Production, both plants104,660 tons.

In connection with the above production: The following classes and quantities of development work have been done at the different Mines during the year:

Coal Creek Mines, narrow work development ..25,780 feet.
Michel Mines, narrow work development19,560 feet.
Total narrow work development all Mines45,340 feet.

The preceding development measurement figures are considerably above, or higher than maintenance development requires.

For the purpose of more explicitly explaining the physical conditions of each Mine, we are placing at your disposal, copies of statistical records that show all renewal work done to maintain old Mines, and all new extensions in Mines that are operating.

I beg to move the adoption of the Report.

Mr. Gilman seconded the motion.

An opportunity was then given for discussion, after which the motion to adopt the Report was put to the meeting, and carried unanimously.

It was moved by Mr. Maher, seconded by Mr. MacNeill, that all actions of the Board of Directors and Officers of the Company during the past year, in so far as they appear of record, be and the same are hereby approved. (Carried).

It was moved by Mr. Gilman, seconded by Mr. Maher, that the firm of Messrs. Welch, Campbell & Lawless, Chartered Accountants, of Toronto, be appointed Auditors of the Company for the ensuing year. (Carried).

It was moved by Mr. Gilman, seconded by Mr. Maher, that the thanks of the Shareholders are due and are hereby tendered to the Officers, Staff and Employees of the Company, for their zeal and effective services in the interest of the Company during the past year. (Carried).

It was moved by Mr. MacNeill, seconded by Mr. Edgar, that Mr. Irvine and Mr. Klauer be appointed Scrutineers for the election of Directors. (Carried).

It was moved by Mr. Gilman, seconded by Mr. Maher, that the following gentlemen be nominated as Directors of the Company for the ensuing year : Mr. W. R. Wilson, Mr. W. H. Robinson, Dr. G. W. Howland, Mr. A. H. MacNeill, Mr. James T. Maher, Mr. James F. Edgar, Mr. L. C. Gilman, Mr. Andrew Haydon and Colonel J. T. Crabbs.

It was moved by Mr. Gilman, seconded by Mr. Maher, that the Chairman cast one ballot on behalf of the Shareholders and in favor of the gentlemen nominated as Directors of the Company for the ensuing year. (Carried).

The Scrutineers reported the gentlemen nominated as having been duly elected Directors of the Company for the ensuing year.

It was moved by Mr. Edgar, seconded by Mr. Maher, that By-law No. 147 (being a By-law to permit the signing of cheques by the General Manager) passed by the Directors on the 28th day of December, 1926, and approved by them at a meeting held on the 10th day of June, 1927, at 10 a.m., be, and the same is hereby confirmed. (Carried).

It was moved by Mr. Maher, seconded by Mr. Gilman, that By-law No. 148, (being a By-law to change the date of the Annual Meeting of Shareholders from the second Friday in July in each year, to the second Friday in June in each year) passed by the Directors on the 9th day of May, 1927, and approved by them at a meeting held on the 10th day of June, 1927, at 10 a.m., be, and the same is hereby confirmed. (Carried).

It was moved by Mr. Edgar, seconded by Mr. Maher, that By-law No. 149 (being a By-law to change the day for the holding of the Annual Meeting of Shareholders from the second Friday in June in each year, to the second Wednesday in June in each year) passed by the Directors on the 10th day of June, 1927, at 10 a.m., be, and the same is hereby confirmed. (Carried).

The meeting then adjourned.

At a subsequent meeting of the Directors the following Officers were elected :

President	Mr. W. R. Wilson
First Vice-President	Mr. A. H. MacNeill
Second Vice-President	Mr. W. H. Robinson
General Manager	Mr. H. P. Wilson
Treasurer	Mr. A. A. Klauer
Comptroller	Mr. Geo. H. Hess, Jr.
Secretary	Mr. J. S. Irvine



